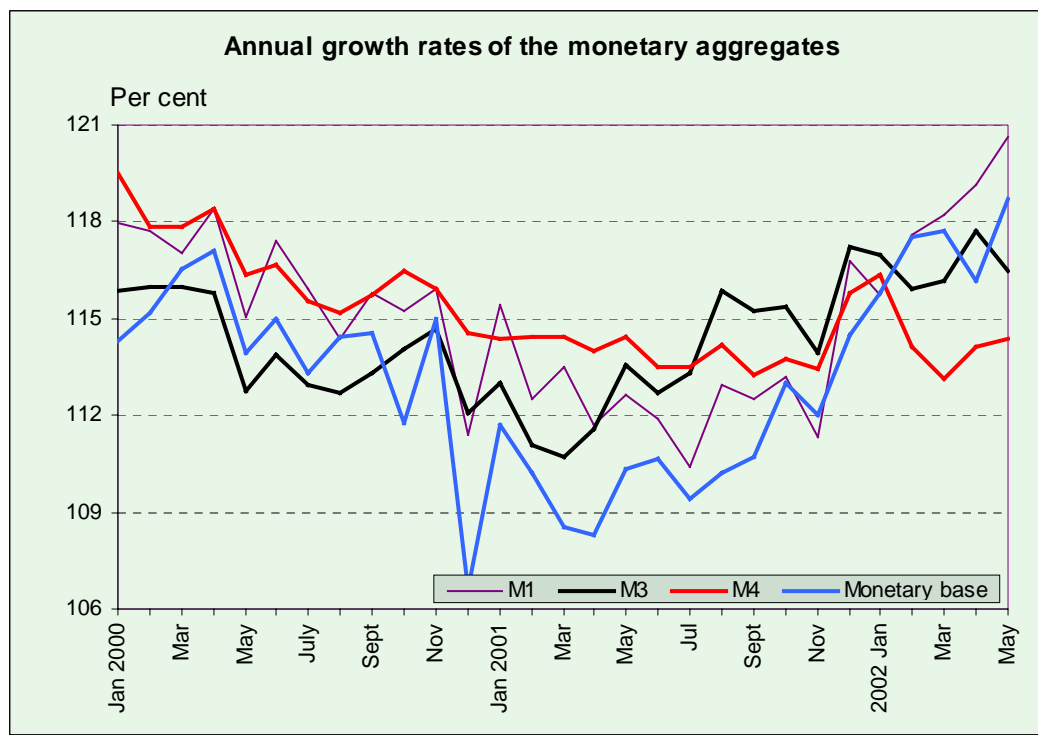


## PRESS RELEASE

### Monetary survey May 2002 (preliminary)

The annual growth index of the monetary base increased by 2.5 percentage points in May 2002, the aggregate growing by 18.7% in twelve months. The monetary aggregate M1 is composed of currency outside monetary institutions plus forint sight deposits. In May, it grew at a 1.5 percentage points faster rate than in April. Consequently, the end-of-month stock of M1 was 20.6% higher than a year earlier. M2 is a measure of sight foreign currency deposits plus time forint and foreign currency deposits, in addition to the constituents of M1. Annual growth in the aggregate fell by 1.3 percentage points, its end-May stock increasing by 15.6% in a twelve-month comparison. The annual growth index of broad money M3 slowed by 1.3 percentage points relative to April, the stock of the aggregate increasing by 16.5% year on year. Annual broadest money M4 growth experienced the smallest change – it rose by 0.2 percentage points in one month. As a result, the end-May stock of M4 was 14.4% higher than at the end of May 2001.



## Appendix 1

## Monetary survey (S.121+S.122)

Ft billions

	2001			2002		
	March	Apr	May	March	Preliminary Apr	Preliminary May
<b>I. Domestic claims (S.1) (1+...+7)</b>	<b>7110.3</b>	<b>7114.5</b>	<b>7030.8</b>	<b>7606.0</b>	<b>7672.9</b>	<b>7806.6</b>
1. Claims on non-financial corporations (S.11)	3509.3	3521.3	3549.2	3838.1	3871.4	3940.8
1.1 Credits	3318.0	3332.4	3333.0	3557.0	3585.4	3632.2
1.1.1 Forint	2067.4	2063.2	2099.5	2361.1	2395.2	2422.3
1.1.2 Foreign currency	1250.6	1269.1	1233.5	1195.9	1190.2	1210.0
1.1.3 Sale and repurchase agreements	0.0	0.0	0.0	0.0	0.0	0.0
1.2 Bonds	11.2	11.6	12.5	13.4	14.0	14.2
1.3 Shares and other equities	180.1	177.4	203.7	267.7	271.9	294.3
2. Claims on other financial corporations (S.123+S.124+S.125)	262.9	270.5	289.4	443.0	461.0	485.8
2.1 Credits	216.6	223.1	247.8	399.6	417.7	441.6
2.1.1 Forint	115.7	113.0	136.0	150.7	150.3	151.5
2.1.2 Foreign currency	94.1	100.3	105.0	245.8	265.6	284.2
2.1.3 Sale and repurchase agreements	6.9	9.8	6.8	3.0	1.8	5.9
2.2 Bonds	0.8	1.6	1.3	0.2	0.2	0.3
2.3 Shares and other equities	45.5	45.8	40.2	43.2	43.2	43.9
3. Net claims on consolidated central government (S.1311)	2643.9	2609.7	2443.7	2308.7	2283.3	2261.4
3.1 Government bonds	1276.8	1249.2	1221.7	1325.6	1315.4	1313.5
3.2 Treasury bills	190.5	187.0	208.1	276.0	278.0	287.5
3.3 Foreign currency loans	1539.0	1527.4	1547.7	1030.0	1024.0	977.1
3.4 Derivatives	-292.4	-271.7	-395.3	-216.7	-197.7	-178.1
3.5 Other claims on central government, net	-69.9	-82.3	-138.5	-106.2	-136.3	-138.6
4. Credits to social security funds (S.1314)	0.0	0.0	0.0	0.0	0.0	0.0
5. Credits to local governments (S.1313)	53.0	53.8	58.8	73.3	73.8	85.6
5.1 Forint	47.3	48.1	53.5	67.5	70.5	82.3
5.2 Foreign currency	5.7	5.7	5.3	5.8	3.4	3.4
6. Credits to households (S.14)	634.1	652.5	683.1	931.6	971.8	1021.5
6.1 Forint	621.8	639.2	669.4	905.9	944.4	993.1
6.2 Foreign currency	12.3	13.3	13.7	25.6	27.4	28.4
7. Non-profit institutions serving households (S.15)	7.0	6.7	6.6	11.4	11.6	11.5
7.1 Forint	3.8	3.4	3.4	8.3	8.6	8.6
7.2 Foreign currency	3.3	3.3	3.2	3.0	3.0	2.8
<b>II. Net foreign assets (S.2)</b>	<b>370.9</b>	<b>419.0</b>	<b>516.7</b>	<b>747.5</b>	<b>797.9</b>	<b>621.6<sup>e)</sup></b>
1. Bonds	318.5	475.2	413.1	618.1	643.1	..
2. Shares and other equities	785.2	644.5	612.3	350.1	332.5	..
2.1 Portfolio investments <sup>o)</sup>	757.7	617.3	587.6	329.7	308.1	..
2.2 Foreign direct investments without intercompany loans <sup>o)</sup>	27.5	27.2	24.7	20.4	24.4	..
3. Intercompany loans	3.2	0.0	-83.0	-82.5	-81.8	..
4. Derivatives	259.6	233.3	364.2	194.5	176.8	..
5. Other	-905.9	-847.8	-790.0	-332.8	-272.7	..
<b>III. Broad money (M3) (1 + 2 + 3)</b>	<b>6013.2</b>	<b>6059.0</b>	<b>6153.5</b>	<b>6985.2</b>	<b>7133.7</b>	<b>7168.5</b>
1. M2	5911.0	5947.9	6036.1	6802.1	6952.6	6979.5
1.1 Currency outside monetary institutions (S.1+S.2-S.121-S.122)	838.5	849.8	872.8	1005.0	1029.4	1078.3
1.1.1 Households (S.14)	764.6	777.1	796.9	920.5	941.1	987.0
1.1.2 Other (S.1+S.2-S.121-S.122-S.14)	73.9	72.7	75.9	84.5	88.3	91.3
1.2 Deposits	5072.5	5098.1	5163.3	5797.1	5923.1	5901.2
1.2.1 Non-financial corporations (S.11)	1473.0	1486.4	1543.3	1661.9	1753.1	1799.4
1.2.2.1 Forint	1173.0	1184.7	1238.5	1328.5	1356.3	1441.4
1.2.2.2 Foreign currency	300.0	301.7	304.7	333.4	396.8	358.0
1.2.2 Other financial corporations (S.123+S.124+S.125)	69.1	80.2	82.3	150.9	228.8	166.3
1.2.2.1 Forint	52.1	62.9	65.0	135.8	213.2	150.2
1.2.2.2 Foreign currency	17.1	17.3	17.2	15.1	15.6	16.1
1.2.3 Local governments (S.1313)	158.1	130.5	112.4	180.7	160.9	148.5
1.2.3.1 Forint	157.5	129.6	111.8	167.8	148.5	136.1
1.2.3.2 Foreign currency	0.7	0.9	0.7	12.9	12.4	12.4
1.2.4 Households (S.14)	3278.0	3304.4	3328.5	3694.9	3672.0	3679.1
1.2.4.1 Forint	2509.8	2543.2	2571.3	2968.3	2958.5	2982.8
1.2.4.2 Foreign currency	768.2	761.2	757.2	726.5	713.5	696.3
1.2.5 Non-profit institutions serving households (S.15)	94.3	96.6	96.9	108.7	108.4	107.9
1.2.5.1 Forint	83.8	86.4	85.1	98.8	99.2	98.8
1.2.5.2 Foreign currency	10.5	10.3	11.8	10.0	9.2	9.1
2. Sale and repurchase agreements	28.8	36.7	40.5	38.9	34.4	38.3
2.1 Non-financial corporations (S.11)	14.9	21.9	13.3	22.0	21.0	26.0
2.2 Other financial corporations (S.123+S.124+S.125)	7.7	8.5	24.6	4.0	2.7	4.8
2.3 Local governments (S.1313)	5.8	6.0	2.2	12.4	10.4	7.2
2.4 Households (S.14) + Non-profit institutions serving households (S.15)	0.5	0.3	0.4	0.6	0.4	0.4
3. Securities issued by other monetary financial institutions (S.122)	73.4	74.5	77.0	144.1	146.7	150.8
<b>IV. Money market instruments</b>	<b>487.9</b>	<b>493.3</b>	<b>506.9</b>	<b>144.6</b>	<b>109.1</b>	<b>68.9</b>
<b>V. Other claims net (III.+IV.-I.-II.)</b>	<b>-980.1</b>	<b>-981.2</b>	<b>-887.1</b>	<b>-1223.6</b>	<b>-1228.1</b>	<b>-1190.7</b>
Memorandum item:						
Domestic credit (I.1.1+I.2.1+I.3+I.4+I.5+I.6+I.7)	6872.8	6878.1	6773.1	7281.5	7343.6	7453.8

Foreign currency denominated assets and liabilities are converted into forint equivalent using official mid-point exchange rates of the central bank. The aggregates may not sum to the totals because of rounding.

a) Central bank data are preliminary; those for credit institutions reflect bank estimates.

b) From 15 April 2002, portfolio investments of non-residents in other monetary financial institutions have been recorded as part of registered capital, under 'Other claims, net'. The change has been made retroactively from the beginning of 1996.

c) From 21 January 2002, ownership shares of non-residents in other monetary financial institutions have been moved from 'Foreign direct investments' under 'Net foreign assets' to 'Other claims, net'. The change has been made retroactively from the beginning of 2000.

## Monetary aggregates

Ft billions

	2001			2002		
	31 March	30 Apr	31 May	31 March	Preliminary 30 Apr	Preliminary 31 May
Monetary base (M0)	1308.2	1330.5	1343.1	1539.8	1545.3	1594.0
M1	2236.3	2235.0	2292.1	2644.2	2662.3	2764.5
M2	5911.0	5947.9	6037.6	6802.1	6952.6	6979.5
M3	6013.2	6059.0	6155.1	6985.2	7133.7	7168.5
M4	8849.9	8925.7	9009.4	10012.5	10185.2	10303.1

## Notes:

*Monetary base (M0) = Currency in circulation plus other monetary financial institutions' reserves and other domestic currency balances at the central bank. M0 is calculated from the month-end value of banknotes and coin, and the average of other monetary financial institutions' reserves and other forint balances with the central bank, taking the averages of the last two weeks up to end-August 1998 and monthly averages from September. M0 does not include the stock of central bank remunerated deposits.*

*M1 = Currency outside monetary institutions plus forint sight deposits.*

*M2 = M1 plus foreign currency deposits plus forint time deposits.*

*M3 = M2 plus outstanding repos plus holdings of securities issued by other monetary financial institutions.*

*M4 = M3 plus resident holdings of government securities outside monetary institutions plus MNB domestic bills held by non-banks.*